

Senate

General Assembly

File No. 22

January Session, 2001

Substitute Senate Bill No. 1112

Senate, March 8, 2001

The Committee on Judiciary reported through SEN. COLEMAN of the 2nd Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

AN ACT CONCERNING THE WORKERS' COMPENSATION REVIEW BOARD.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Subsection (a) of section 31-301 of the general statutes is repealed and the following is substituted in lieu thereof:
- 3 (a) At any time within [ten] <u>twenty</u> days after entry of an award by
- 4 the commissioner, after a decision of the commissioner upon a motion
- 5 or after an order by the commissioner according to the provisions of
- 6 section 31-299b, as amended by this act, either party may appeal
- 7 therefrom to the Compensation Review Board by filing in the office of
- 8 the commissioner from which the award or the decision on a motion
- 9 originated an appeal petition and five copies thereof. The
- 10 commissioner within three days thereafter shall mail the petition and
- 11 three copies thereof to the chief of the Compensation Review Board
- 12 and a copy thereof to the adverse party or parties.

sSB1112 / File No. 22 1

Sec. 2. Section 31-299b of the general statutes is repealed and the following is substituted in lieu thereof:

If an employee suffers an injury or disease for which compensation is found by the commissioner to be payable according to the provisions of this chapter, the employer who last employed the claimant prior to the filing of the claim, or the employer's insurer, shall be initially liable for the payment of such compensation. The commissioner shall, within a reasonable period of time after issuing an award, on the basis of the record of the hearing, determine whether prior employers, or their insurers, are liable for a portion of such compensation and the extent of their liability. If prior employers are found to be so liable, the commissioner shall order such employers or their insurers to reimburse the initially liable employer or insurer according to the proportion of their liability. Reimbursement shall be made within ten days of the commissioner's order with interest, from the date of the initial payment, at twelve per cent per annum. If no appeal from the commissioner's order is taken by any employer or insurer within [ten] twenty days, the order shall be final and may be enforced in the same manner as a judgment of the Superior Court.

Sec. 3. Section 31-300 of the general statutes is repealed and the following is substituted in lieu thereof:

As soon as may be after the conclusion of any hearing, but no later than one hundred twenty days after such conclusion, the commissioner shall send to each party a written copy of [his] the findings of the commissioner and award. The commissioner shall, as part of the written award, inform the employee or [his] the employee's dependent, as the case may be, of any rights the individual may have to an annual cost-of-living adjustment or to participate in a rehabilitation program under the provisions of this chapter. [He] The commissioner shall retain the original findings and award in [his] said commissioner's office. If no appeal from [his] the decision is taken by

15

16 17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

either party within [ten] twenty days thereafter, such award shall be final and may be enforced in the same manner as a judgment of the Superior Court. The court may issue execution upon any uncontested or final award of a commissioner in the same manner as in cases of judgments rendered in the Superior Court; and, upon the filing of an application to the court for an execution, the commissioner in whose office the award is on file shall, upon the request of the clerk of said court, send to [him] the clerk a certified copy of such findings and award. In cases where, through the fault or neglect of the employer or insurer, adjustments of compensation have been unduly delayed, or where through such fault or neglect, payments have been unduly delayed, the commissioner may include in [his] the award interest at the rate prescribed in section 37-3a and a reasonable attorney's fee in the case of undue delay in adjustments of compensation and may include in [his] the award in the case of undue delay in payments of compensation, interest at twelve per cent per annum and a reasonable attorney's fee. Payments not commenced within thirty-five days after the filing of a written notice of claim shall be presumed to be unduly delayed unless a notice to contest the claim is filed in accordance with section 31-297. In cases where there has been delay in either adjustment or payment, which delay has not been due to the fault or neglect of the employer or insurer, whether such delay was caused by appeals or otherwise, the commissioner may allow interest at such rate, not to exceed the rate prescribed in section 37-3a, as may be fair and reasonable, taking into account whatever advantage the employer or insurer, as the case may be, may have had from the use of the money, the burden of showing that the rate in such case should be less than the rate prescribed in section 37-3a to be upon the employer or insurer. In cases where the claimant prevails and the commissioner finds that the employer or insurer has unreasonably contested liability, the commissioner may allow to the claimant a reasonable attorney's fee. No employer or insurer shall discontinue or reduce payment on account of total or partial incapacity under any such award, if it is

44 45

46

47

48

49

50

51

52

53

54

55

56

57

58

59

60

61

62

63

64

65

66

67

68

69

70

71

72

73

74

75

76

claimed by or on behalf of the injured person that [his] such person's incapacity still continues, unless such employer or insurer notifies the commissioner and the employee of such proposed discontinuance or reduction in the manner prescribed in section 31-296 and the commissioner specifically approves such discontinuance or reduction in writing. The commissioner shall render [his] the decision within fourteen days of receipt of such notice and shall forward to all parties to the claim a copy of [his] the decision not later than seven days after [his] the decision has been rendered. If the decision of the commissioner finds for the employer or insurer, the injured person shall return any wrongful payments received from the day designated by the commissioner as the effective date for the discontinuance or reduction of benefits. Any employee whose benefits for total incapacity are discontinued under the provisions of this section and who is entitled to receive benefits for partial incapacity as a result of an award, shall receive those benefits commencing the day following the designated effective date for the discontinuance of benefits for total incapacity. In any case where the commissioner finds that the employer or insurer has discontinued or reduced any such payment without having given such notice and without the commissioner having approved such discontinuance or reduction in writing, the commissioner shall allow the claimant a reasonable attorney's fee together with interest at the rate prescribed in section 37-3a on the discontinued or reduced payments.

JUD JOINT FAVORABLE SUBST.

77

78

79

80

81

82

83

84

85

86

87

88

89

90

91

92

93

94

95

96

97

98

99

100

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

OFA Fiscal Note

State Impact: Potential Minimal Cost (Workers'

Compensation Administration Fund)

Affected Agencies: Workers' Compensation Commission

Municipal Impact: None

Explanation

State Impact:

The passage of this bill could result in minimal additional costs to the Workers' Compensation Commission (WCC) that could be absorbed within existing appropriations. The bill extends the time frame for appeals of decisions made by a commissioner of the WCC to the Workers' Compensation Review Board, from ten days up to twenty days. This could result in a minimal increase in the number of cases brought before the Workers' Compensation Review Board. There were 188 new appeals brought to the review board in FY 00, while it disposed of 222 cases. The Workers' Compensation Review Board is part of the WCC, which is funded through the Workers' Compensation Administration Fund.

OLR Bill Analysis

sSB 1112

AN ACT CONCERNING THE WORKERS' COMPENSATION REVIEW BOARD.

SUMMARY:

This bill increases from 10 to 20 days the time that a party has to appeal to the Workers' Compensation Review Board from a workers' compensation commissioner's:

- 1. award;
- 2. decision on a motion;
- 3. order requiring an employee's prior employer or its insurer who is found liable for part of the employee's compensation to reimburse an initially liable employer or insurer;
- 4. decision in an occupational lung disease claim;
- 5. decision on whether an employee's injury is a permanent vocational disability; and
- 6. decision imposing a penalty on an employer, insurer, or party for certain violations of the workers' compensation act.

By law, payments due under awards and reimbursement orders must be made within 10 days.

EFFECTIVE DATE: October 1, 2001

APPEALS FROM DECISIONS IMPOSING PENALTIES

The bill increases the appeals period for decisions of workers' compensation commissioners imposing a penalty on:

1. an employer for failing to provide insurance coverage or welfare plan payments to employees receiving workers' compensation benefits,

- 2. an employer or insurer for undue delay in adjusting or paying benefits due to fault or neglect,
- 3. a party who unreasonably and without good cause delays completion of a hearing,
- 4. an employer who does not comply with certain insurance requirements, and
- 5. an employer failing to transfer an employee to suitable work during treatment or rehabilitation.

COMMITTEE ACTION

Judiciary Committee

Joint Favorable Substitute Yea 37 Nay 0